

**Drafting Number:** LLS 11-0673 **Date:** February 3, 2011 **Prime Sponsor(s):** Rep. Coram **Bill Status:** House Agriculture

Sen. Schwartz Fiscal Analyst: Clare Pramuk (303-866-2677)

TITLE:

CONCERNING A REQUIREMENT THAT THE COMMISSIONER OF AGRICULTURE LICENSE GRAIN PROTEIN ANALYZERS PRIOR TO COMMERCIAL USE, AND, IN CONNECTION THEREWITH, EXEMPTING GRAIN PROTEIN ANALYZERS FROM THE REQUIREMENT THAT A CERTIFICATE OF CONFORMANCE BE ISSUED PRIOR TO USE FOR COMMERCIAL OR LAW ENFORCEMENT PURPOSES.

Fiscal Impact Summary	FY 2011-2012	FY 2012-2013	
State Revenue			
Cash Funds Inspection and Consumer Services Cash Fund	\$875	\$875	
State Expenditures General Fund		¢150	
Cash Funds Inspection and Consumer Services Cash Fund	\$600	\$150 450	
FTE Position Change	\$000	430	

**Effective Date:** August 10, 2011, if the General Assembly adjourns on May 11, 2011, as scheduled, and no referendum petition is filed.

**Appropriation Summary for FY 2011-2012:** None required.

Local Government Impact: None.

## **Summary of Legislation**

This bill requires the Commissioner of Agriculture to license grain protein analyzers prior to commercial use. In FY 2011-12, the commissioner is to charge a fee to cover all the direct and indirect costs associated with licensing, testing, inspection and regulation. In FY2012-13, 25 percent of the costs are to be funded from the General Fund. The bill exempts grain protein analyzers from requiring a national certificate of conformance.

#### **State Revenue**

Revenue to the Inspection and Consumer Services Cash Fund are expected to increase by \$875 in FY 2011-12 and FY 2012-13 from licensing fees.

*Fee Impact on Individuals, Families or Business.* Section 2-2-322, C.R.S., requires legislative service agency review of measures which create or increase any fee collected by a state agency. Approximately 25 grain protein analyzers will be licensed annually. The fee will be set in rule by the commissioner, but is assumed to be \$35 for purposes of estimating the revenue impact. Table 1 below identifies the fee impact of this bill.

Table 1. Annual Fee Impact on Individuals, Families or Business under HB11-1159						
Type of Fee	Current Fee	Proposed Fee	Fee Change	Number Affected	Total Fee Impact	
Grain Protein Analyzer License	0	35	35	25	\$875	
				TOTAL	\$875	

# **State Expenditures**

This bill will increase expenditures of the Department of Agriculture by \$600 in FY 2011-12 and FY 2012-13. In FY 2011-12, this is funded entirely from the Inspection and Consumer Services Cash Fund. In FY 2012-13, this will be funded \$150 from the General Fund and \$450 from the Inspection and Consumer Services Cash Fund.

Expenditures for the department's licensing of the United States Department of Agriculture Federal Grain Inspection Service standards are \$600 annually. Because grain protein analyzers are located with moisture testers that are currently licensed, inspections of the analyzers is not expected to increase department workload.

### **State Appropriations**

The Department of Agriculture requires an appropriation of \$600 from the Inspection and Consumer Services Cash Fund for FY 2011-12.

### **Departments Contacted**

Agriculture